STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES

DIVISION OF OIL, GAS AND MINING

355 West North Temple 3 Triad Center, Suite 350 Salt Lake City, Utah 84180-1203 Telephone: (801) 538-5340

Fax: (801) 359-3940



ANNUAL REPORT OF MINING OPERATIONS

The informational requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1953, as amended, and the General Rules as promulgated under the Utah Minerals Regulatory Program. An operator conducting mining operations under a Notice of Intention must file an annual operations and progress report (FORM MR-AR) with the Division.

I. General Information

- 1. Report Time Period: From (mo./yr.) 1/95 To (mo./yr.) 12/95
- 2. DOGM File Number (Mine No): M/035/015
- 3. Mine Name: North Impoundment
- 4. Mineral(s) Mined (or permitted to mine): copper, gold, silver, molybdenum, et al.
- 5. Type of mine x Surface Mine or Underground Mine
- 6. Legal Description (Location of Lands Affected):

T1N R2W, Sec. 31 S 1/2 S 1/2 and Sec. 32 S 1/2 SW 1/4.
T1N R3W, Sec. 35 S 1/2 S 1/2 and Sec. 36 S 1/2 S 1/2.
T1S R2W, Sec. 4 SW 1/4 SW 1/4 SW 1/4, Sec. 5, Sec. 6, Sec. 7 N 1/2 N 1/2, Sec. 8 N 1/2 N 1/2; eastern border of Sec. 8, Sec. 9 W 1/2 W 1/2, and Sec. 17 E 1/2.
T1S R3W, Sec. 1, Sec. 2, Sec. 3 E 1/2, Sec. 10, Sec. 11 N 1/2 and SW 1/4, Sec. 12 N 1/2 NE 1/4, and Sec. 15 N 1/2.

- 7. Name of Operator or Company: Kennecott Utah Copper Corporation
- 8. Permanent Street Address:

8315 West 3595 South P.O. Box 6001 City, State, Zip: Magna, UT 84044-6001 Phone: (801) 252-3001

9. Company Representative (or designated operator):

Name: R.E. Dunne

Title: Project Manager, Tailings Modernization

Business Address: P.O. Box 352

City, State, Zip: Magna, UT 84044-0352

Phone: (801) 252-2801

x Please check if any of the above information has changed since previous year.

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II.	Mining	and Re	clamation

- 1. Was the mine active during the past year? Yes __ No x
- 2. If active, how much ore or mineral was mined?
- 3. How much additional acreage was disturbed during the past year? none
- Briefly describe any new or additional surface disturbances that occurred during the
 past year. This description should include the type of work performed, and volume
 of material moved.

The former Chevron fertilizer production facility was demolished in 1995. This activity did not involve mining activity or disturbance of new areas.

- 5. How much acreage was reclaimed during the past year? none
- Briefly describe the reclamation work performed during the past year. This
 description should include methods employed and an evaluation of the results.
 No reclamation was performed during 1995.
- 7. What is the total disturbed acreage at years end? 2977 acres by prior owners
- 8. Briefly summarize any mining and/or reclamation plans for the upcoming year.

 No reclamation is planned for 1996. After all the permits and other approvals for the North Impoundment construction are obtained, site preparation will commence. Activities scheduled for 1996 within the permit boundary include construction of the toe ditch, placement of a portion of the blanket drain, and possibly, in December, stockpiling of the coarse fraction of cycloned tailings. The stockpiled tailings will be used for embankment construction in later phases of site preparation.

NOTE: Section III. "Additional Information" applies only to <u>large mining operations.</u>

III. Additional Information

- An updated surface facilities map should be attached if there have been significant changes since previous map was submitted.
- Any monitoring results or other reports that are required under the terms of the approved notice of intention should also be attached.

IV. Signature Requirement

I hereby certify that the foregoing is true and correct.

Name (Typed or Print):	R.E. Dunne
Title of Operator:	Tailings Modernization Project Manager
Signature of Operator:	Beh
Date:	11 JANUARY 96